GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5339
ANSWERED ON:22.12.2000
NPA OF COOPERATIVE CREDIT INSTITUTIONS
VINOD KHANNA

Will the Minister of FINANCE be pleased to state:

(a) whether financial assistance has been provided to commercial banks to reduce their non-performing assets;

(b) if so, the details thereof;

(c) if so, the reasons for not providing similar assistance to cooperative banks;

(d) whether the Government have a scheme to assist cooperative credit institutions in liquidating their irrecoverable loans; and

(e) if so. the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL):

(a) No. Sir.

(b) and (c) Do not arise.

(d) and (e) A task force was constituted under the Chairmanship of Deputy Governor, Reserve Bank of India to study the functioning of Co-operative Credit institutions and to suggest a package for their revival/restructuring. The Task Force has submitted its report. Action for revamping of the Co-operative Credit Institutions, including provisionof financial assistance for cleansing of their balance sheets, will be considered after decisions on the recommendations of the Task Force is taken by the Government.